

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02074A

BEARDSLEY WATER COMPANY

C/O First National Management

PO Box 1020

Apache Junction, AZ 85217-1020

B

RECEIVED

MAY 18 2005

*AZ Corporation Commission
Director Of Utilities*

ANNUAL REPORT

FOR YEAR ENDING

09	30	2004
-----------	-----------	-------------

FOR COMMISSION USE

ANN04	04
--------------	-----------

COMPANY INFORMATION

Company Name (Business Name) <u>Beardsley Water Company</u>			
Mailing Address <u>PO Box 1020</u>			
(Street)			
<u>Apache Junction</u>	<u>Arizona</u>	<u>85217-1020</u>	
(City)	(State)	(Zip)	
<u>(480) 677-6080</u>	<u>(480) 677-6082</u>	<u>(480) 240-8051</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>jlopez2027@aol.com</u>			
Local Office Mailing Address <u>3880 S De Niza Road</u>			
(Street)			
<u>Apache Junction</u>	<u>AZ</u>	<u>85219</u>	
(Zip)			
<u>Same as above</u>			
Local Office Telephone No. (Include Area Code)			
Fax No. (Include Area Code)			
Pager/Cell No. (Include Area Code)			
Email Address <u>Same as above</u>			

MANAGEMENT INFORMATION

Management Contact: <u>Fred T. Wilkinson</u>		<u>Agent</u>	
(Name)		(Title)	
<u>3880 S. De Niza Road</u>	<u>Apache Junction</u>	<u>Arizona</u>	<u>85219</u>
(Street)	(City)	(State)	(Zip)
<u>(480) 677-6080</u>	<u>(480) 677-6082</u>	<u>(480) 240-8051</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>jlopez2027@aol.com</u>			
On Site Manager: <u>First National Management, Inc.</u>			
(Name)			
<u>P.O. Box 1020</u>	<u>Apache Junction</u>	<u>Arizona</u>	<u>85217-1020</u>
(Street)	(City)	(State)	(Zip)
<u>(480) 677-6020</u>	<u>(480) 677-6082</u>	<u>(480) 240-8051</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>jlopez2027@aol.com</u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Boyd Weed

(Name)

P.O. Box 34237

(Street)

(602) 973-6305

Phoenix

(City)

(602) 242-6663

Arizona

(State)

85067-4237

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Timothy W. Barton (Gust Rosenfeld)

(Name)

201 North Central Avenue

(Street)

(602) 257-7431

Phoenix

(City)

Arizona

(State)

85073-3300

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	10.00		10.00
304	Structures and Improvements	31,630.00	3,860.58	27,769.42
307	Wells and Springs	153,129.74	37,548.73	115,581.01
311	Pumping Equipment	120,451.51	30,658.87	89,792.64
320	Water Treatment Equipment	1,895.00	284.25	1,610.75
330	Distribution Reservoirs and Standpipes	230,785.22	35,067.46	195,717.76
331	Transmission and Distribution Mains	289,042.93	69,398.30	219,644.63
333	Services	13,383.00	8,897.75	4,485.25
334	Meters and Meter Installations	29,442.47	7,066.32	22,376.37
335	Hydrants	2,604.10	216.90	2,387.21
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	2,200.00	825.00	1,375.00
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	675.00	622.75	52.25
348	Other Tangible Plant			
	TOTALS	875,248.97	194,446.89	680,802.29

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	10.00		
304	Structures and Improvements	31,630.00	5%	1,581.50
307	Wells and Springs	153,129.74	5%	7,656.49
311	Pumping Equipment	120,451.51	5%	6,022.58
320	Water Treatment Equipment	1,895.00	5%	94.75
330	Distribution Reservoirs and Standpipes	230,785.22	5%	11,539.26
331	Transmission and Distribution Mains	289,042.93	5%	14,452.15
333	Services	13,383.00	5%	669.15
334	Meters and Meter Installations	29,442.47	5%	1,472.13
335	Hydrants	2,604.10	5%	130.21
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	2,200.00	5%	110.00
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	675.00	5%	33.75
348	Other Tangible Plant			
	TOTALS	875,248.97		43,761.97

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 20,569.25	\$ 23,812.12
134	Working Funds		
135	Temporary Cash Investments	1,147.66	2,207.02
141	Customer Accounts Receivable	14,888.45	25,441.91
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 36,605.36	\$ 51,461.05
	FIXED ASSETS		
101	Utility Plant in Service	\$ 854,234.01	\$ 875,248.97
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(150,684.94)	(194,446.89)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 703,549.07	\$ 680,802.08
	TOTAL ASSETS	\$ 740,154.43	\$ 732,263.13

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 4,962.86	\$ 8,639.16
232	Notes Payable (Current Portion)	17,000.00	17,000.00
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	4,461.00	3,886.60
236	Accrued Taxes	714.44	5,873.56
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		50,000.00
	TOTAL CURRENT LIABILITIES	\$ 27,138.38	\$ 85,399.32
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 62,487.21	\$ 43,320.02
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	453,893.14	454,928.86
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	60,477.40	53,417.40
272	Less: Amortization of Contributions	(7,060.00)	
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 507,310.54	\$ 508,346.30
	TOTAL LIABILITIES	\$ 596,936.05	\$ 637,065.60
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 358,823.89	\$ 358,823.89
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(215,605.51)	(263,626.36)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 143,218.38	\$ 95,197.53
	TOTAL LIABILITIES AND CAPITAL	\$ 740,154.43	\$ 732,263.13

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 105,764.57	\$ 125,861.41
460	Unmetered Water Revenue		
474	Other Water Revenues	3,600.00	3,300.00
	TOTAL REVENUES	\$ 109,364.57	\$ 129,161.41
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	16,642.69	23,665.01
618	Chemicals		
620	Repairs and Maintenance	1,580.57	5,183.35
621	Office Supplies and Expense	79.14	145.68
630	Outside Services	74,141.69	80,732.09
635	Water Testing	3,339.48	7,170.87
641	Rents		300.00
650	Transportation Expenses		185.37
657	Insurance – General Liability	10,315.55	1,472.00
659	Insurance - Health and Life		
666	Regulatory Commission Expense -- Rate Case		5,530.52
675	Miscellaneous Expense	6,538.80	7,625.00
403	Depreciation Expense	37,519.10	43,761.97
408	Taxes Other Than Income		
408.11	Property Taxes	6,535.08	4,569.98
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 156,692.10	\$ 180,341.84
	OPERATING INCOME/(LOSS)		\$ (51,180.43)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income	13,186.62	5,520.00
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	2,078.94	2,360.00
	TOTAL OTHER INCOME/(EXPENSE)	\$ 11,107.68	\$ 3,160.00
	NET INCOME/(LOSS)	\$ (36,313.73)	\$ (48,020.43)

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	02/22/02			
Source of Loan	WIFA			
ACC Decision No.	63202 & 64177			
Reason for Loan	Installation of 100,000 gal tank			
Dollar Amount Issued	\$65,000	\$	\$	\$
Amount Outstanding	\$62,487.21	\$	\$	\$
Date of Maturity	02/01/22			
Interest Rate	5.063%	%	%	%
Current Year Interest	\$1,275.07	\$	\$	\$
Current Year Principle	\$2,167.19	\$	\$	\$

Meter Deposit Balance at Test Year End

\$3,886.60

Meter Deposits Refunded During the Test Year

\$3,969.40

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-618472	15hp	100	670	10	2	1968
55-618473	15hp	95	643	10	2	1971
55-618474	7.5hp	N/A	359	6	N/A	Unknown
55-618476	N/A	N/A	550	6	N/A	1979
55-556291	7.5hp	35	680	6	2	1996
55-591679	30hp	160	800	8	3	2000
55-577605	5hp	35	820	8	3	2002

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	4	18	10
5	1		
40	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	3	2,000	3
30,000	1	5,000	1
60,000	1		
100,000	1		

COMPANY NAME Beardsley Water Company

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	210
3	PVC	4630
4	PVC	6320
5		
6	PVC	26,003
8	PVC	12,355
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	141
3/4	1
1	22
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Chlorination Equipment at Each Well Site

STRUCTURES:

Each Well Site has either a 6 foot high block wall or a chain link fence

OTHER:

None

COMPANY NAME: Beardsley Water Company

WATER USE DATA SHEET BY MONTH FOR FISCAL YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
OCTOBER	216	3,656,500	4,534
NOVEMBER	217	2,463,700	5,800
DECEMBER	221	2,398,300	2,152
JANUARY	241	2,605,800	3,242
FEBRUARY	242	2,314,100	-
MARCH	251	3,355,900	6,213
APRIL	257	3,691,400	4,032
MAY	262	4,801,400	3,111
JUNE	269	6,605,900	6,064
JULY	275	5,214,600	8,089
AUGUST	282	11,658,500	8,735
SEPTEMBER	286	5,884,900	9,272
TOTAL		N/A	61,244

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(☒) Yes (☐) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

(☐) Yes (☒) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. see attached mg/l
(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Beardsley Water Company YEAR ENDING 09/30/04

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: 4,120.84
Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

BEARDSLEY WATER COMPANY, INC.

PO BOX 1020
APACHE JUNCTION, AZ 85217-1020
(480) 677-6080

BANK OF AMERICA, NA
SUPERSTITIONS SPRINGS OFFICE 138
91-17071221

1887

10/20/2004

PAY TO THE
ORDER OF Maricopa County Treasurer

\$ **2,288.52

Two Thousand Two Hundred Eighty-Eight and 52/100***** DOLLARS

Maricopa County Treasurer
P.O. Box 78574
Phoenix, Az. 85062-8574

TWO SIGNATURES
REQUIRED OVER \$500.00.

Judy A. Lopez
Lynne A. Lopez

MEMO

⑈001887⑈ ⑆122101706⑆ 004674653180⑈ ⑈0000228852⑈

BEARDSLEY WATER COMPANY, INC.

PO BOX 1020
APACHE JUNCTION, AZ 85217-1020
(480) 677-6080

BANK OF AMERICA, NA
SUPERSTITIONS SPRINGS OFFICE 138
91-17071221

1763

4/22/2004

PAY TO THE
ORDER OF Maricopa County Treasurer

\$ **1,832.32

One Thousand Eight Hundred Thirty-Two and 32/100***** DOLLARS

Maricopa County Treasurer
P.O. Box 78574
Phoenix, Az. 85062-8574

TWO SIGNATURES
REQUIRED OVER \$500.00.

Paul H. Withers
Judy A. Lopez

MEMO

⑈001763⑈ ⑆122101706⑆ 004674653180⑈ ⑈0000183232⑈

YEAR ENDING 09/30/04

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	-0-
Estimated or Actual Federal Tax Liability	-0-

State Taxable Income Reported	-0-
Estimated or Actual State Tax Liability	-0-

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
 Amount of Gross-Up Tax Collected _____
 Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

DATE _____

TITLE

RECEIVED

MAY 18 2005

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

AZ Corporation Commission
Director Of Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
Agent
COMPANY NAME
Beardsley Water Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

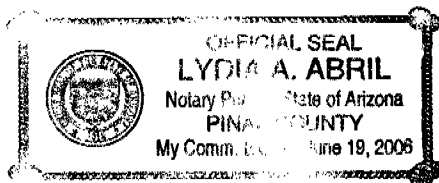
FOR THE YEAR ENDING

MONTH	DAY	YEAR
09	30	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:



Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 146,778.00

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 11,775.00
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Fred H. Wilkin
SIGNATURE OF OWNER OR OFFICIAL
480-677-6080
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 16 DAY OF

(SEAL)

COUNTY NAME	<u>Pinal</u>
MONTH	<u>05</u> 20 <u>05</u>

MY COMMISSION EXPIRES June 19, 2006

Lydia A. Abril
SIGNATURE OF NOTARY PUBLIC

RECEIVED

MAY 18 2005

**AZ Corporation Commission
Director Of Utilities**

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION**STATE OF ARIZONA****I, THE UNDERSIGNED****OF THE**

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) Fred T Wilkinson	TITLE Agent
COMPANY NAME Beardsley Water Company	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
09	30	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

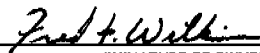
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 146,778.00

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ **11,775.00**
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**



SIGNATURE OF OWNER OR OFFICIAL

480-677-6080

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME**A NOTARY PUBLIC IN AND FOR THE COUNTY OF****THIS**

--

DAY OF

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH	.20__

(SEAL)**MY COMMISSION EXPIRES****X**

SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

Beardsley Water Company
Arsenic Schedule
Year Ended September 30, 2004

PWS #	POE#	ADWR ID Number	ARSENIC LEVEL
07-007	1	55-618472	.0029
07-007	2	55-618473	.0027
INACTIVE		55-618474	
INACTIVE		55-618476	
07-509	1	55-556291	.0025
07-511	1	55-577605	.003
07-517	1	55-591679	.0033

BEARDSLEY WATER COMPANY

Balance Sheet

As of September 30, 2004

	<u>Sep 30, 04</u>
ASSETS	
Current Assets	
Checking/Savings	
100.000 · Cash	23,812.12
Total Checking/Savings	<u>23,812.12</u>
Accounts Receivable	
141.00 · Accounts Receivable	25,441.91
Total Accounts Receivable	<u>25,441.91</u>
Total Current Assets	49,254.03
Fixed Assets	
101.000 · Utility Plant in Service	875,248.97
108.000 · Accumulated Depreciation	-194,446.91
Total Fixed Assets	<u>680,802.06</u>
Other Assets	
124.300 · Investment - DSR funds	2,207.02
Total Other Assets	<u>2,207.02</u>
TOTAL ASSETS	<u><u>732,263.11</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
231.000 · Accounts Payable	8,639.16
Total Accounts Payable	<u>8,639.16</u>
Other Current Liabilities	
2200 · Sales Tax Payable	4,679.46
232.11 · Non-int. shrholders loan	50,000.00
235.000 · Customer Security Deposits	3,886.60
236.000 · Sales Taxes Payable	1,194.10
252 · Advances for Const.	454,928.86
271.000 · Contributions in Aid of Const.	53,417.40
Total Other Current Liabilities	<u>568,106.42</u>
Total Current Liabilities	576,745.58
Long Term Liabilities	
224.000 · Long term debt	60,320.02
Total Long Term Liabilities	<u>60,320.02</u>
Total Liabilities	637,065.60
Equity	
211.000 · Other Paid-In Capital	358,823.89
215.000 · Retained Earnings	-215,605.95
Net Income	-48,020.43
Total Equity	<u>95,197.51</u>
TOTAL LIABILITIES & EQUITY	<u><u>732,263.11</u></u>

BEARDSLEY WATER COMPANY

Profit & Loss

October 2003 through September 2004

	<u>Oct '03 - Sep 04</u>
Ordinary Income/Expense	
Income	
461.000 · Metered Water Sales	125,861.41
474.000 · Other Water Revenue	<u>3,300.00</u>
Total Income	129,161.41
Cost of Goods Sold	
401.615 · Purchased pumping power	23,665.01
401.620 · Repairs and Maintenance	5,183.35
401.635 · Water Testing	7,170.87
403.010 · Depreciation - Field	<u>43,761.97</u>
Total COGS	<u>79,781.20</u>
Gross Profit	49,380.21
Expense	
401.290 · Vehicle Expense	185.37
401.621 · Office Supplies & Expense	140.93
401.625 · Shipping & Mailing	4.75
630 · Outside Services	80,732.09
401.631 · Rate Case Expense	5,530.52
401.640 · Rents - Office & Storage	300.00
401.657 · Prop. & Liab. Insurance	1,472.00
401.675 · Miscellaneous Operating expense	7,625.00
408.100 · Property Tax Expense	<u>4,569.98</u>
Total Expense	<u>100,560.64</u>
Net Ordinary Income	-51,180.43
Other Income/Expense	
Other Income	
421.000 · Miscellaneous Income	<u>5,520.00</u>
Total Other Income	5,520.00
Other Expense	
427.000 · Interest Expense	<u>2,360.00</u>
Total Other Expense	<u>2,360.00</u>
Net Other Income	<u>3,160.00</u>
Net Income	<u><u>-48,020.43</u></u>